



STATE OF CALIFORNIA

STATE BOARD OF EQUALIZATION

20 N STREET, SACRAMENTO, CALIFORNIA
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Controller, Sacramento
DOUGLAS D. BELL
Executive Secretary

August 31, 1982

No. 82/106

TO COUNTY ASSESSORS:

HISTORICAL PROPERTIES ASSESSED UNDER SECTIONS
439, 439.1, 439.2, 439.3, AND 439.4 OF THE
REVENUE AND TAXATION CODE
YIELD RATE COMPONENT - 1983 LIEN DATE

Historical property assessed under provisions of Revenue and Taxation Code, Sections 439, 439.1, 439.2, 439.3, and 439.4 is subject to valuation by the capitalization of income method in a specified manner.

In accordance with Section 439.2, Revenue and Taxation Code, the Board is required to announce the current interest rate component which is equal to the effective rate on conventional mortgages as determined by the Federal Home Loan Bank Board. This yield rate is to be used as a component of the capitalization rate in the valuation of properties subject to Historical Property Contracts for the 1983 lien date.

Based on our analysis of information from the Federal Home Loan Bank Board, the yield rate component to be used for the 1983 assessment year is 14.75 percent.

Sincerely,

Gordon P. Adelman
Assistant Executive Secretary
Department of Property Taxes

GPA:sk